

Description:

Correctional Industries' purpose is to provide meaningful work opportunities to offenders which teach job keeping skills in order to reduce idle time, contribute to effective offender management, and assist with offender transition back into society.

Major Functions and Targeted Performance Standard(s) for Each Function:

1. Employ offender in prison industries.

A. Number of offenders employed.

Actual Results			
<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
417	373	500	453
Projected Results			
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
450	475	500	525

2. Maintain financial independence.

A. Net profit.

Actual Results			
<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<\$239,480>	\$50,742	<\$972,917>*	<\$186,158>
Projected Results			
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$277,000	\$300,000	\$300,000	\$300,000

B. Change in ending cash balance from operations excluding investing and financing activities.

Actual Results			
<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<\$832,790>	\$458,726	<\$335,973>	\$493,323
Projected Results			
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$150,000	\$150,000	\$100,000	\$100,000

Correctional Industries

State Manufactured Goods

Program Results and Effect:

Correctional Industries FY04 operating performance is much improved over FY03. FY04 net loss of \$186,158 is a result of recognizing prior year accounting adjustments. Correctional Industries FY04 Net Income from Operations was \$36,677. This operating income was offset by \$225,835 of prior year net adjustments for legal fees, inventory and PIECP expenses resulting in a net loss of \$186,158. The recognition of the prior year expenses will have minimum impact on future operations.

Correctional Industries is forecasting improved profitability over the next four years as we continue to enhance our marketing and manufacturing processes.

Correctional Industries' expansion in PIECP partnerships with the private sector have resulted in new work opportunities for offenders. The FY04 PIECP program provide employment and vocational training for approximately 166 inmates. The inmates contribute 80% of their wages to offset costs of incarceration, victim restitution and family support.

Correctional Industries continues to produce and market quality cost-effective products and services which raise sufficient revenues for our department to operate and expand as required without the use of taxpayer funds. CI's industry and PIECP programs contribute to effective management of offenders during their incarceration and assists with their transition into society.

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